

Fiscal Estimate - 2019 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 19-1236/1	Introduction Number AB-0140				
Description self-insurance by religious sects for purposes of motor vehicle financial responsibility and liability insurance requirements					
Fiscal Effect State: <input type="checkbox"/> No State Fiscal Effect <input type="checkbox"/> Indeterminate <input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Increase Existing Revenues <input checked="" type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Decrease Existing Revenues <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Create New Appropriations <input type="checkbox"/> Decrease Costs					
Local: <input type="checkbox"/> No Local Government Costs <input type="checkbox"/> Indeterminate 1. <input type="checkbox"/> Increase Costs 3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <u>0</u> <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts					
<table style="width: 100%; border: none;"> <tr> <td style="width: 50%;">Fund Sources Affected</td> <td style="width: 50%;">Affected Ch. 20 Appropriations</td> </tr> <tr> <td> <input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.395(5)(cq) </td> <td></td> </tr> </table>		Fund Sources Affected	Affected Ch. 20 Appropriations	<input type="checkbox"/> GPR <input type="checkbox"/> FED <input type="checkbox"/> PRO <input type="checkbox"/> PRS <input checked="" type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.395(5)(cq)	
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Agency/Prepared By DOT/ Robert Combs (608) 266-1449	Authorized Signature Joan Meier (608) 267-6978	Date 4/12/2019			

Fiscal Estimate Narratives

DOT 4/12/2019

LRB Number	19-1236/1	Introduction Number	AB-0140	Estimate Type	Original
Description self-insurance by religious sects for purposes of motor vehicle financial responsibility and liability insurance requirements					

Assumptions Used in Arriving at Fiscal Estimate

Currently DMV collects from an applicant for a self-insurance certificate a list of vehicles and financial proof that the applicant has and will continue to have the financial ability to pay judgments arising out of motor vehicle accidents.

To implement this bill DMV would need a list of the vehicles registered by members of the religious sect, to prove that the sect meets the 26-vehicle threshold, and financial documentation to prove that the sect has that fiscal ability. The minimum amount needed to cover 26 vehicles would be approximately \$306,000. It is assumed that the financial proof that the sect would be supplying would include personal checking and savings account bank statements and whatever applicable statements the religious sect may retain. It is feasible that more challenging documentation, such as federal/state tax filings or hand-written ledgers, could be submitted which would increase processing times.

The result of this implementation would be DMV holding annual lists of members of these religious groups, containing their associated vehicle registrations, in addition to copies of each of their personal financial documents. This would be a significant change for DMV, as the department does not currently retain any religious affiliation information on our customers.

Currently the self-insurance certificates expire at the end of June each year, and this bill only provides a one-year window of opportunity to apply. With this one-year restriction in place a religious sect applying for a self-insurance certificate would not be able to apply for a following certificate one year later, leaving them without a self-insurance certificate for the foreseeable future.

Assuming there are 200 qualifying sects in Wisconsin intent on acquiring these certificates, each with 26 members owning one vehicle apiece, the FTE required to issue the certificates would be less than 0.15 FTE per year (\$6,600). An increased number of applicants or any further complexities would increase FTE requirements.

Long-Range Fiscal Implications

None.

Fiscal Estimate Worksheet - 2019 Session

Detailed Estimate of Annual Fiscal Effect

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Description self-insurance by religious sects for purposes of motor vehicle financial responsibility and liability insurance requirements			
I. One-time Costs or Revenue Impacts for State and/or Local Government (do not include in annualized fiscal effect): None.			
II. Annualized Costs:		Annualized Fiscal Impact on funds from:	
		Increased Costs	Decreased Costs
A. State Costs by Category			
	State Operations - Salaries and Fringes	\$6,600	\$
	(FTE Position Changes)	(0.1 FTE)	
	State Operations - Other Costs		
	Local Assistance		
	Aids to Individuals or Organizations		
	TOTAL State Costs by Category	\$6,600	\$
B. State Costs by Source of Funds			
	GPR	0	
	FED		
	PRO/PRS		
	SEG/SEG-S	6,600	
III. State Revenues - Complete this only when proposal will increase or decrease state revenues (e.g., tax increase, decrease in license fee, ets.)			
		Increased Rev	Decreased Rev
	GPR Taxes	\$0	\$
	GPR Earned		
	FED		
	PRO/PRS		
	SEG/SEG-S		
	TOTAL State Revenues	\$0	\$
NET ANNUALIZED FISCAL IMPACT			
		<u>State</u>	<u>Local</u>
NET CHANGE IN COSTS		\$6,600	\$
NET CHANGE IN REVENUE		\$0	\$
Agency/Prepared By		Authorized Signature	Date
DOT/ Robert Combs (608) 266-1449		Joan Meier (608) 267-6978	4/12/2019